

Deer Park Vineland Road Local Service District Inc.
Financial Statements
December 31, 2023

(Unaudited)

Deer Park Vineland Road Local Service District Inc.

December 31, 2023

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Independent Practitioners' Review Engagement Report

To the Committee
Deer Park Vineland Road Local Service District Inc.

We have reviewed the accompanying financial statements of Deer Park Vineland Road Local Service District Inc. that comprise the statement of financial position as at December 31, 2023, and the Statements of operations, net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not for profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Practitioner's Responsibility

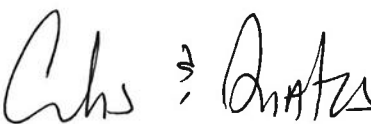
Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements do not present fairly, in all material respects, the financial position of Deer Park Vineland Road Local Service District Inc. as at December 31, 2023, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not for profit organizations.


Chartered Professional Accountants

Location:

27 Bremigens Blvd.
Paradise, NL
A1L 4A2

Ph: (709) 745-1200
(709) 579-1005
Fax: (709) 745-1204

Mailing address:

P.O. Box 447
Mount Pearl, NL
A1N 3C4

Paradise, Newfoundland and Labrador
August 22, 2024

Deer Park Vineland Road Local Service District Inc.

Statement of Financial Position
December 31, 2023

(Unaudited)

	2023	2022
Assets		
Current Assets		
Cash	\$ 52,162	\$ 53,079
Short term investments (Note 2)	55,000	25,000
Accounts receivable (Note 3)	54,676	51,794
	\$ 161,838	\$ 129,873

Net assets	\$ 161,838	\$ 129,873
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Approved on Behalf of the Board:

_____, Director
_____, Director

Deer Park Vineland Road Local Service District Inc.

Statement of Operations

For the Year Ended December 31, 2023

(Unaudited)

	2023	2022
Revenue		
Road fees (net of discounts)	\$ 158,325	\$ 147,750
Fire protection	21,735	21,735
Interest income	725	125
	180,785	169,610
Operating expenses		
Road maintenance - grading	75,829	67,370
Road maintenance - snowclearing	54,276	72,125
Fire prevention	21,973	20,925
Office	5,576	3,244
Insurance	1,662	1,539
Interest and bank charges	176	135
Signage	-	313
Bad debt recoveries	(10,672)	-
	148,820	165,651
Excess of revenues over expenditures	\$ 31,965	\$ 3,959

Deer Park Vineland Road Local Service District Inc.

Statement of Retained Earnings For the Year Ended December 31, 2023

(Unaudited)

	2023	2022
Net assets, beginning of year	\$ 129,873	\$ 125,914
Excess of revenues over expenditures	31,965	3,959
Net assets, end of year	\$ 161,838	\$ 129,873

Deer Park Vineland Road Local Service District Inc.

Statement of Cash Flows

For the Year Ended December 31, 2023

(Unaudited)

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Excess of revenues over expenditures	\$ 31,965	\$ 3,959
Net change in non-cash working capital:		
Accounts receivable	(2,882)	(13,082)
Prepays	-	17,971
TOTAL CASH FLOWS FROM OPERATING ACTIVITIES	29,083	8,848
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase investments	(30,000)	-
Net increase in cash	(917)	8,848
Cash, beginning of year	53,079	44,231
Cash, end of year	\$ 52,162	\$ 53,079

Deer Park Vineland Road Local Service District Inc.

Notes to the Financial Statements
For the Year Ended December 31, 2023

(Unaudited)

1. Significant Accounting Policies

Nature of business/basis of preparation

Deer Park Vineland Road Local Service District Inc. (the corporation) is incorporated without share capital under the Business Corporations Act of Newfoundland and Labrador. The Corporation's principal activity is to control and manage the affairs of the local service district and, in particular, oversee and contract road maintenance and snowclearing. The Corporation is considered a not for profit organization and as such is exempt from corporate income tax.

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles for not for profit organizations.

Revenue recognition

Revenue is derived from annual road and fire fees earned during the fiscal year. These funds are used for the benefit of residents and for the main purpose of maintaining roads and fire safety within the Corporation's jurisdiction.

Deferred revenue

Deferred revenue represents prepaid road and fire protection fees.

Contributed services

Volunteers contribute numerous hours per year to assist the corporation in carrying out its activities. Because of the difficulty in determining their value, these contributions are not recognized in the financial statements.

Financial instruments

The corporation has determined that the estimated fair value of the financial assets and liabilities do not differ considerably from their book value.

Use of estimates

The preparation of financial statements in accordance with Canadian accounting standards for not for profit organizations requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Management makes estimates with respect to the allowance for doubtful accounts. Actual results could differ from those estimates and may have impact on future periods.

Deer Park Vineland Road Local Service District Inc.

Notes to the Financial Statements For the Year Ended December 31, 2023

(Unaudited)

2. Short term investments

	2023	2022
One year cashable GIC bearing interest at 2.25%, matures December 12, 2024	\$ 30,000	\$ -
One year cashable GIC bearing interest at 3.45%, matures December 6, 2024	13,000	-
One year cashable GIC bearing interest at 3.45%, matures December 6, 2024	12,000	-
One year cashable GIC bearing interest at 2.90%, matures December 6, 2023	-	12,000
One year cashable GIC bearing interest at 2.90%, matures December 6, 2023	-	13,000
	\$ 55,000	\$ 25,000

3. Accounts receivable

Accounts receivable consist of the following:

	2023	2022
Fees receivable	\$ 24,877	\$ 47,233
HST receivable	41,883	27,993
	66,760	75,226
Allowance for doubtful accounts	(12,086)	(23,433)
	\$ 54,674	\$ 51,793

4. Credit risk

The corporation is exposed to normal credit risk resulting from the possibility that a customer or counterparty to a financial instrument defaults on their financial obligations; if there is a concentration of transactions carried out with the same counterparty; or of financial obligations which have similar economic characteristics such that they could be similarly affected by changes in economic conditions. The corporation's financial instruments that are exposed to concentrations of credit risk relate primarily to accounts receivable. In managements opinion, they are not exposed to significant credit risk as the allowance for doubtful accounts reflects the amounts estimated to be uncollectable.